

SPRINT PLAN

Example

If:	Subsidy based on	
	Nat'l Benchmark price,	\$100
	Existing USF	\$5
	Net Increase in USF	\$95

Then:	Access Subsidy Reduction	
CCC	total CCLC Revenues = \$80	
	CCLC Revenue Reduction	\$80
RIC	Total RIC revenues = \$20	
	RIC Revenue Reduction	\$15
	(\$95-\$80)	
	Total Access subsidy reduction	\$95

SPRINT PLAN FUNDING

- All Providers of Telecommunications Services Will Pay Into the Fund Based on billed Revenues
 - Collected as surcharge on customer bills
- Payments Will Be Equitable and Nondiscriminatory Among Carriers
- State Funding to Be Provided by All Carriers Providing Intrastate Services

SPRINT PLAN ADMINISTRATION OF FUND

- A Neutral Administrator Will Be Appointed by the FCC and PUC to:
 - Annually Update the Fund
 - Collect Funding Dollars
 - Distribute Funds to Eligible Telecommunications Carriers (ETC)

SPRINT PLAN FUND ADMINISTRATOR DUTIES

- Maintain Database by CBG Containing;
 - Households Eligible for Support
 - Support Available Per Household
 - Qualification of ETCs
 - Households Served by ETCs

SPRINT PLAN SIZE OF FUND

- Funding Administrator Will Develop Funding
 - Determine Quantity of Qualifying Access Lines by CBG
 - Sum CBGs to Determine Annual Amount Needed
 - Assessments will be Made to All Providers of Telecommunication Services Based on Revenues, Net of Payments to Intermediaries